# COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

#### **FISCAL NOTE**

L.R. No.: 1752-04

Bill No.: HCS for SCS for SB 384

Subject: Licenses - Motor Vehicle; Motor Vehicles; Revenue Dept

<u>Type</u>: Original

<u>Date</u>: April 12, 2007

Bill Summary: Requires persons replacing stolen license plate tabs prior to January 1,

2009, to submit notarized affidavits and persons replacing stolen tabs issued on or after January 1, 2009, to submit a police report; allows license

plates to be encased in a transparent cover.

# **FISCAL SUMMARY**

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND				
FUND AFFECTED	FY 2008	FY 2009	FY 2010	
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON OTHER STATE FUNDS				
FUND AFFECTED	FY 2008	FY 2009	FY 2010	
Highway Fund	(\$110,676)	(\$55,338)	\$0	
Total Estimated Net Effect on <u>Other</u> State Funds	(\$110,676)	(\$55,338)	\$0	

Numbers within parentheses: ( ) indicate costs or losses. This fiscal note contains 6 pages.

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ESTIMATED NET EFFECT ON FEDERAL FUNDS				
FUND AFFECTED	FY 2008	FY 2009	FY 2010	
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0	

ESTIMATED NET EFFECT ON FULL TIME EQUIVALENT (FTE)				
FUND AFFECTED	FY 2008	FY 2009	FY 2010	
Total Estimated Net Effect on FTE	0	0	0	

- Estimated Total Net Effect on All funds expected to exceed \$100,000 savings or (cost).
- □ Estimated Net Effect on General Revenue Fund expected to exceed \$100,000 (cost).

ESTIMATED NET EFFECT ON LOCAL FUNDS				
FUND AFFECTED	FY 2008	FY 2009	FY 2010	
<b>Local Government</b>	(\$31,324)	(\$15,662) to Unknown - Less than \$100,000	Unknown - Less than \$100,000	

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#### FISCAL ANALYSIS

## **ASSUMPTION**

Officials from the **Department of Pubic Safety - Office of the Director** and **Missouri State Highway Patrol** state this proposal will have no fiscal impact on their agencies.

Officials from the **Department of Revenue (DOR)** state they will implement a procedure change, but there will be no costs for implementation.

In FY 2006, DOR issued 16,669 replacement tabs due to theft in which the applicant paid the \$8.50 fee because he/she did not submit a police report. Since a police report will no longer be required for tabs issued prior to January 1, 2009, there will be a decrease in replacement tab revenue of approximately \$142,000 in FY 2008 and \$71,000 in the first half of FY 2009 due to issuing these tabs at no fee due to theft.

In response to the perfected version of this proposal, officials from the **Springfield Police Department** assumed no fiscal impact resulting from this proposed legislation.

In response to the introduced version of this proposal, officials from the **Jefferson City Police Department** states that the number of such reports to their department are very few, therefore, there likely would be unnoticeable fiscal impact.

In response to the introduced version of this proposal, officials from the **Independence Police Department** don't see any additional costs associated with this proposal since their department takes very few of these reports.

**Oversight** assumes Police Departments could receive income from fees for providing copies of police reports in order that a person could get replacement license plate tabs starting January 1, 2009.

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FY 2008	FY 2009	FY 2010
(\$110,676)	(\$55,338)	<u>\$0</u>
<u>(\$110,676)</u>	<u>(\$55,338)</u>	<u>\$0</u>
FY 2008	FY 2009	FY 2010
\$0	Unknown - Less than \$100,000	Unknown - Less than \$100,000
(\$31,324)	(\$15,662)	<u>\$0</u>
	(\$15 662) to	
(\$31,324)	<u>Unknown -</u> <u>Less than</u>	<u>Unknown -</u> <u>Less than</u> \$100,000
	(\$110,676) (\$110,676) FY 2008	(\$110,676) (\$55,338)  (\$110,676) (\$55,338)  FY 2008 FY 2009  Unknown - Less than \$100,000  (\$31,324) (\$15,662) to Unknown - Less than

# FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

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### FISCAL DESCRIPTION

## *§301.130*

Provides that license plates may be encased in transparent covers so long as the plates are plainly visible and their reflective qualities are not impaired.

## § 301.301

Modifies the stolen license plate tabs procedure for obtaining free tabs from the Department of Revenue. Under current law, a person replacing stolen license plate tabs may receive two sets of two license plate tabs for free if the person submits a police report with the application. This proposal would modify the procedure by requiring any person replacing stolen license plate tabs issued prior to January 1, 2009, to submit a notarized affidavit to that effect. For persons replacing stolen license plate tabs issued on or after January 1, 2009, the person will have to submit a police report with his or her application.

This proposal has an emergency clause for §301.301.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

## SOURCES OF INFORMATION

Department of Public Safety
Office of the Director
Missouri State Highway Patrol
Department of Revenue
Local Law Enforcement
Jefferson City Police Department
Springfield Police Department
Independence Police Department

Mickey Wilson, CPA

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